

**Pt. 2541**

(3) Material violation(s) of the grant or contract that are sufficiently serious that they outweigh the general policy in favor of advance notice and opportunity to show cause.

(b) *Termination of a grant or contract.* The Corporation may terminate or revoke assistance for failure to comply with applicable terms and conditions of this chapter. However, the Corporation must provide the recipient reasonable notice and opportunity for a full and fair hearing, subject to the following conditions: (1) The Corporation will notify a recipient of assistance by letter or telegram that the Corporation intends to terminate or revoke assistance, either in whole or in part, unless the recipient shows good cause why such assistance should not be terminated or revoked. In this communication, the grounds and the effective date for the proposed termination or revocation will be described. The recipient will be given at least 7 calendar days to submit written material in opposition to the proposed action.

(2) The recipient may request a hearing on a proposed termination or revocation. Providing five days notice to the recipient, the Corporation may authorize the conduct of a hearing or other meetings at a location convenient to the recipient to consider the proposed suspension or termination. A transcript or recording must be made of a hearing conducted under this section and be available for inspection by any individual.

**PART 2541—UNIFORM ADMINISTRATIVE REQUIREMENTS FOR GRANTS AND COOPERATIVE AGREEMENTS TO STATE AND LOCAL GOVERNMENTS**

**Subpart A—General**

- Sec.  
2541.10 Purpose and scope of this part.  
2541.20 Scope of subpart.  
2541.30 Definitions.  
2541.40 Applicability.  
2541.50 Effect on other issuances.  
2541.60 Additions and exceptions.

**Subpart B—Pre-Award Requirements**

- 2541.100 Forms for applying for grants.  
2541.110 State plans.

**45 CFR Ch. XXV (10–1–02 Edition)**

- 2541.120 Special grant or subgrant conditions for “high-risk” grantees.

**Subpart C—Post Award Requirements**

- 2541.200 Standards for financial management systems.  
2541.210 Payment.  
2541.220 Allowable costs.  
2541.230 Period of availability of funds.  
2541.240 Matching or cost sharing.  
2541.250 Program income.  
2541.260 Non-Federal audit.

**Subpart D—Changes, Property and Subawards**

- 2541.300 Changes.  
2541.310 Real property.  
2541.320 Equipment.  
2541.330 Supplies.  
2541.340 Copyrights.  
2541.350 Subawards to debarred and suspended parties.  
2541.360 Procurement.  
2541.370 Subgrants.

**Subpart E—Reports, Records, Retention and Enforcement**

- 2541.400 Monitoring and reporting program performance.  
2541.410 Financial reporting.  
2541.420 Retention and access requirements for records.  
2541.430 Enforcement.  
2541.440 Termination for convenience.

**Subpart F—After the Grant Requirements**

- 2541.500 Closeout.  
2541.510 Later disallowances and adjustments.  
2541.520 Collection of amounts due.

AUTHORITY: 42 U.S.C. 4950 *et seq.* and 12501 *et seq.*

SOURCE: 59 FR 41598, Aug. 12, 1994, unless otherwise noted.

**Subpart A—General**

**§ 2541.10 Purpose and scope of this part.**

This part establishes uniform administrative rules for Federal grants and cooperative agreements and subawards to State, local and Indian tribal governments.

**§ 2541.20 Scope of subpart.**

This subpart contains general rules pertaining to this part and procedures for control of exceptions from this part.